

The actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the January 17, 2014 regular business meeting. This is provided in summary form; an official record of the meeting is available in the permanent records of the Governor's Office of Agricultural Policy, 404 Ann Street, Frankfort, Kentucky 40601.



**Kentucky Agricultural Development Board
Summary Minutes of the Regular Business Meeting
Fayette County Cooperative Extension Office
Lexington, Kentucky
January 17, 2014**

Call to Order

Jamie Link, presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 10:11 a.m. (EST).

Roll Call

The following members were present: Dr. Betty Bailey; Dean Nancy M. Cox; Don Goodin (designee for Secretary Larry Hayes); Pat Henderson; Wayne Hunt; Sam Lawson; Jim Mahan; Wayne Mattingly; Troy Rankin; Dr. Teferi Tsegaye (designee for President Mary Sias); Warren Beeler (designee for James R. Comer); and Jamie Link (designee for Governor Steven L. Beshear).

Members absent: Roy Collins, Karen Curtis, Sam Moore and Jim Sidebottom

Notification of Media

Mr. Link received verification from Sandy Gardner, Director of Communications, that the media has been notified of the KADB monthly meeting.

Welcome

Mr. Link welcomed everyone to the meeting. Mr. Link informed the board that the Governor's Budget Address will be Tuesday evening, January 21, and will air on KET.

Approval of Minutes

Mr. Link entertained a motion to approve the minutes of the December 20, 2013 meeting.

Dr. Betty Bailey moved to approve the minutes as presented; Dr. Teferi Tsegaye seconded the motion.

VOTE: Motion Passed; Unanimous

Executive Director's Report

Mr. Link yielded the floor to Joel Neaveill, Chief of Staff, Governor's Office of Agricultural Policy (GOAP) to give the Executive Director's Report to the board.

Mr. Neaveill recognized guests Aleta Botts, Executive Director, Kentucky Center for Agriculture and Rural Development (KCARD) and Jeff Hall, Executive Director, Kentucky Horticulture Council (KHC). Mr. Neaveill stated that he, Ms. Botts and Mr. Hall attended the 2-day session of the Bingham Fellows 2013 Barn Raising in Louisville earlier this week. The planning session centered on \$300M in unmet demand for local food products and how to get local products into the Louisville market. The planning session was attended by business leaders, investors, venture capitalists, processors, distributors, aggregators, farmers and policy makers.

Mr. Neaveill called on Warren Beeler to give a report on behalf of KDA. Mr. Beeler stated that Commissioner Comer has appealed to Kentuckians to spend 10% of their food dollars on Kentucky Proud products which would generate \$500M for local foods.

Mr. Neaveill reviewed KADB meeting schedule for 2014.

Mr. Neaveill called on Bill McCloskey, Director of Financial Services, to review the Kentucky Agricultural Finance Corporation (KAFC) Statement of Financial Position (on file with the Board Secretary) as of December 31, 2013.

Troy Rankin moved to accept the KAFC Financial Report; Jim Mahan seconded the motion.

VOTE: Motion Passed; Unanimous

Mr. Neaveill called on Kylee Palmer, Director of Compliance, to review the 2013 Year End Compliance Report (on file with the board secretary).

Ms. Palmer reviewed the status of forgivable loans, 0%, 1% and 2% interest loans, model programs, Kentucky Agricultural Relief Effort (KARE), County Agricultural Investment Program (CAIP), Deceased Farm Animal Removal program (DAR) and the Shared-use Equipment Program approved by the KADB from 2001-2013.

Wayne Mattingly requested that the board receive a monthly statement at each board meeting showing all delinquent payments of forgivable and interest loans.

Mr. Link introduced new board member Nancy M. Cox, Dean of the UK College of Agriculture, Food and Environment.

Mr. Neaveill gave a report (on file with the board secretary) of the KADF commitments for 2013.

Old Business

Reports – Recipient Review Committees

Mr. Link stated that three Recipient Review Committees met this morning to review the 4th quarter 2013 reports (on file with the Director of Compliance) and called on each committee spokesperson to give an update to the board.

<u>Application #</u>	<u>Recipient</u>	<u>Committee Spokesperson</u>
A2012-0194	Kentucky Horticulture Council	Troy Rankin, reporting
A2012-0231	Kentucky Department of Agriculture	Wayne Mattingly, reporting
A2012-0288	Kentucky Dairy Development Council	Pat Henderson, reporting

Mr. Neaveill informed the board that due to the Kentucky Beef Network's (KBN) conference during this time, arrangements will be made for the KBN Recipient Review Committee to meet at a later date to discuss KBN's report.

New Business

New Application for Referral¹

Mr. Link presented one application for referral:

Pat Henderson moved to refer the submitted application; Dr. Bailey seconded the motion.

VOTE: Motion Passed; Unanimous

Project Recommendations for Funding

Mr. Link called on staff to present the following project recommendations for funding:

A2013-0302 Metcalfe County 4-H Council, Incorporated

Biff Baker, Project Manager, presented the above-referenced project from Metcalfe County 4-H Council, Incorporated requesting \$2,750 in Metcalfe County funds to purchase and cure country hams for its 4-H Country Ham project.

The Blue Application Review Committee recommended funding this request for \$2,750 in Metcalfe County funds.

Mr. Rankin moved to approve the committee recommendation; Dr. Bailey seconded the motion.

VOTE: Motion Passed; Unanimous

¹ A detailed list of Applications for Referral is attached as Appendix A.

A2013-0315 Menifee County 4-H

Mr. Baker presented the above-referenced project from Menifee County 4-H requesting \$1,400 in Menifee County funds to construct a 10'x16' building with removable racks in order to cure country hams.

The Blue Application Review Committee recommended funding this request for \$1,400 in Menifee County funds.

Dr. Bailey moved to approve the committee recommendation; Wayne Hunt seconded the motion.

VOTE: Motion Passed; Unanimous

Pending Applications

Mr. Link presented the following pending applications and invited the board to ask questions of any:

A2013-0217	Franklin Simpson High School Agricultural Education Program
A2013-0276	Appalachia-Science in the Public Interest
A2013-0292	Carter County Soil Conservation District
A2013-0301	James Wesley Spurrier, Jr.

No action necessary.

Closing Remarks

Hoppy Hinton, Woodford County farmer, requested to address the board. Mr. Link approved the request.

Mr. Hinton introduced three project suggestions for creating jobs and economic opportunities for eastern and central Kentucky. They are:

1. Extract Nitrogen from Natural Gas
Retrofit coal powered plants to extract nitrogen from natural gas to create fertilizer for the benefit of Kentucky agriculture.
2. Central Co-Op for Grain storage/drying
A central marketing system for the storage and drying of grain.
3. Malting
Use Kentucky grain in the production of Kentucky beer and bourbon. To do so, barley would need to be malted. Suggest looking into malting.

Mr. Link thanked Mr. Hinton for his suggestions. Mr. Link stated that the report from the moderators of the SOAR conference has come back and will be made public early next week and that he would pass Mr. Hinton's suggestions on for consideration.

Mr. Hunt and Mr. Lawson expressed an interest in exploring Mr. Hinton's project suggestions. Dr. Bailey thanked Mr. Hinton for thinking of eastern Kentucky.

Adjournment

Mr. Link entertained a motion to adjourn.

Mr. Mahan moved to adjourn the January KADB meeting; Dr. Bailey seconded the motion.

VOTE: Motion Passed; Unanimous

The KADB meeting adjourned at 11:29 a.m. (EST).

APPROVED DATE:

2/21/14

PRESIDING OFFICER:

Jamie Link

BOARD SECRETARY:

Teresa Spreitzer

Appendix A: Applications for Referral

APP #	APPLICANT	COUNTY
A2014-0001	Kentucky Sheep And Goat Development Office, Inc. <i>Sheep and Goat Mentor Network and Educational Program</i>	Franklin



**KENTUCKY AGRICULTURAL
DEVELOPMENT FUND**

**Kentucky Agricultural Development Board Meeting
MEETING AGENDA**

*Fayette County Cooperative Extension Office
1140 Red Mile Place
Lexington, Kentucky 40504*

**Friday, January 17, 2014
10:00 a.m. (EST)**

Call to Order

Roll Call

Notification of Media

Welcome

Review and Approval of Meeting Minutes for December 20, 2013

Executive Director's Report - Roger Thomas, Executive Director

KAFC Financial Report

Compliance Report

Review of 2013 Approved Projects

Old Business

Reports

Recipient Review Committees

A2012-0194 Kentucky Horticulture Council

A2012-0231 Kentucky Department of Agriculture

A2012-0288 Kentucky Dairy Development Council

New Business

New Applications for Referral

Recommendations for Funding

Pending Applications

Adjournment